

TABLE A-5
 ROCHESTER TELEPHONE CORPORATION
 POSTRETIREMENT NONPENSION BENEFITS VALUATION
 AS OF JANUARY 1, 1994
 (Numbers may not add due to rounding)

GROUP: DSI

	Lives	Health Insurance — and — Telephone Discount	Life Insurance	Grand Total
<u>Reconciliation of Funded Status @ 12/31/93</u>				
Accumulated Postretirement Benefit Obligation (APBO)				
Retirees	0	\$0	\$0	\$0
Actives Fully Eligible to Retire	2	(43,843)	(7,655)	(51,498)
All Others	123	(492,458)	(86,867)	(579,325)
Total APBO		(\$536,301)	(\$94,522)	(\$630,823)
Plan Assets at Fair Value		0	0	0
Funded Status		(\$536,301)	(\$94,522)	(\$630,823)
Unrecognized Transition Obligation		0	0	0
Unrecognized Net Prior Service Cost		0	0	0
Unrecognized Net (Gain)/Loss		536,301	94,522	630,823
Unrecognized Special Termination Benefit		0	0	0
(Accrued)/Prepaid Postretirement Benefit Cost		\$0	\$0	\$0
<u>Periodic Postretirement Benefit cost for 1994</u>				
Service Cost		\$15,615	\$2,885	\$18,500
Interest Cost		63,026	11,661	74,687
Amortization of:				
Transition Obligation		0	0	0
Prior Service Cost		21,148	4,210	25,358
Gains and Losses		20,805	3,667	24,472
Total Net Periodic Expense		\$120,593	\$22,423	\$143,016
<u>Projected Pay-As-You-Go Cost</u>		\$552	\$71	\$623

- Notes:
1. Discount rate equals 7.25% per annum.
 2. Prior service cost is amortized over 15.9 years beginning 4/1/94. Unrecognized losses in excess of the 10% corridor are amortized over 23.2 years beginning 1/1/94.

TABLE A-6
 ROCHESTER TELEPHONE CORPORATION
 POSTRETIREMENT NONPENSION BENEFITS VALUATION
 AS OF JANUARY 1, 1994
 (Numbers may not add due to rounding)

GROUP: AUSABLE

	Lives	Health Insurance — and — Telephone Discount	Life Insurance	Grand Total
<u>Reconciliation of Funded Status @ 12/31/93</u>				
Accumulated Postretirement Benefit Obligation (APBO)				
Retirees	1	(\$18,834)	(\$2,350)	(\$21,184)
Actives Fully Eligible to Retire	4	(150,149)	(15,367)	(165,516)
All Others	10	(140,219)	(3,262)	(143,481)
Total APBO		(\$309,202)	(\$20,979)	(\$330,181)
Plan Assets at Fair Value		0	0	0
Funded Status		(\$309,202)	(\$20,979)	(\$330,181)
Unrecognized Transition Obligation		520,755	14,893	535,648
Unrecognized Net Prior Service Cost		0	0	0
Unrecognized Net (Gain)/Loss		(309,250)	3,582	(305,668)
Unrecognized Special Termination Benefit		0	0	0
(Accrued)/Prepaid Postretirement Benefit Cost		(\$97,697)	(\$2,504)	(\$100,201)
<u>Periodic Postretirement Benefit cost for 1994</u>				
Service Cost		\$11,381	\$1,033	\$12,414
Interest Cost		22,379	1,518	23,897
Amortization of:				
Transition Obligation		27,408	784	28,192
Prior Service Cost		0	0	0
Gains and Losses		(24,019)	321	(23,698)
Total Net Periodic Expense		\$37,149	\$3,656	\$40,805
<u>Projected Pay—As—You—Go Cost</u>		\$1,071	\$85	\$1,156

- Notes:
1. Discount rate equals 7.25% per annum.
 2. Unrecognized gains and losses up to the 10% corridor are amortized over 10 years. Unrecognized gains and losses in excess of the 10% corridor are amortized over 13.3 years.

TABLE A-7
 ROCHESTER TELEPHONE CORPORATION
 POSTRETIREMENT WELFARE BENEFITS VALUATION
 AS OF JANUARY 1, 1994
 (Numbers may not add due to rounding)

GROUP: CANTON

	<u>Lives</u>	<u>Health Insurance — and — Telephone Discount</u>	<u>Life Insurance</u>	<u>Grand Total</u>
<u>Reconciliation of Funded Status @ 12/31/93</u>				
Accumulated Postretirement Benefit Obligation (APBO)				
Retirees	2	(\$41,377)	\$0	(\$41,377)
Actives Fully Eligible to Retire	1	(4,416)	0	(4,416)
All Others	11	(3,279)	0	(3,279)
Total APBO		(\$49,072)	\$0	(\$49,072)
Plan Assets at Fair Value		0	0	0
Funded Status		(\$49,072)	\$0	(\$49,072)
Unrecognized Transition Obligation		108,000	0	108,000
Unrecognized Net Prior Service Cost		0	0	0
Unrecognized Net (Gain)/Loss		(66,629)	0	(66,629)
Unrecognized Special Termination Benefit		0	0	0
(Accrued)/Prepaid Postretirement Benefit Cost		(\$7,701)	\$0	(\$7,701)
<u>Periodic Postretirement Benefit cost for 1994</u>				
Service Cost		\$213	\$0	\$213
Interest Cost		3,466	0	3,466
Amortization of:				
Transition Obligation		4,909	0	4,909
Prior Service Cost		0	0	0
Gains and Losses		(2,953)	0	(2,953)
Total Net Periodic Expense		\$5,635	\$0	\$5,635
<u>Projected Pay—As—You—Go Cost</u>		\$2,574	\$0	\$2,574

- Notes:
1. Discount rate equals 7.25% per annum.
 2. Unrecognized gains in excess of the 10% corridor are amortized over 20.9 years.

TABLE A-8
 ROCHESTER TELEPHONE CORPORATION
 POSTRETIREMENT WELFARE BENEFITS VALUATION
 AS OF JANUARY 1, 1994
 (Numbers may not add due to rounding)

GROUP: C,C & S, TELCO. – MANAGEMENT

	Lives	Health Insurance – and – Telephone Discount	Life Insurance	Grand Total
<u>Reconciliation of Funded Status @ 12/31/93</u>				
Accumulated Postretirement Benefit Obligation (APBO)				
Retirees	1	(\$17,086)	\$0	(\$17,086)
Actives Fully Eligible to Retire	0	0	0	0
All Others	15	(67,721)	0	(67,721)
Total APBO		(\$84,807)	\$0	(\$84,807)
Plan Assets at Fair Value		0	0	0
Funded Status		(\$84,807)	\$0	(\$84,807)
Unrecognized Transition Obligation		78,297	0	78,297
Unrecognized Net Prior Service Cost		21,354	0	21,354
Unrecognized Net (Gain)/Loss		(24,381)	0	(24,381)
Unrecognized Special Termination Benefit		0	0	0
(Accrued)/Prepaid Postretirement Benefit Cost		(\$9,537)	\$0	(\$9,537)
<u>Periodic Postretirement Benefit cost for 1994</u>				
Service Cost		\$3,623	\$0	\$3,623
Interest Cost		5,998	0	5,998
Amortization of:				
Transition Obligation		4,121	0	4,121
Prior Service Cost		1,547	0	1,547
Gains and Losses		(919)	0	(919)
Total Net Periodic Expense		\$14,370	\$0	\$14,370
<u>Projected Pay-As-You-Go Cost</u>		\$4,221	\$0	\$4,221

- Notes:
1. Discount rate equals 7.25% per annum.
 2. Prior service cost is amortized over 13.8 years.
 3. Unrecognized gains in excess of the 10% corridor are amortized over 17.3 years.

TABLE A-9
ROCHESTER TELEPHONE CORPORATION
POSTRETIREMENT NONPENSION BENEFITS VALUATION
AS OF JANUARY 1, 1994
(Numbers may not add due to rounding)

GROUP: **CITIZEN'S**

	<u>Lives</u>	<u>Health Insurance - and - Telephone Discount</u>	<u>Life Insurance</u>	<u>Grand Total</u>
<u>Reconciliation of Funded Status @ 12/31/93</u>				
Accumulated Postretirement Benefit Obligation (APBO)				
Retirees	3	\$0	(\$28,484)	(\$28,484)
Actives Fully Eligible to Retire	0	0	0	0
All Others	6	0	(7,233)	(7,233)
Total APBO		\$0	(\$35,717)	(\$35,717)
Plan Assets at Fair Value		0	0	0
Funded Status		\$0	(\$35,717)	(\$35,717)
Unrecognized Transition Obligation		0	10,537	10,537
Unrecognized Net Prior Service Cost		0	0	0
Unrecognized Net (Gain)/Loss		0	23,050	23,050
Unrecognized Special Termination Benefit		0	0	0
(Accrued)/Prepaid Postretirement Benefit Cost		\$0	(\$2,130)	(\$2,130)
<u>Periodic Postretirement Benefit cost for 1994</u>				
Service Cost		\$0	\$818	\$818
Interest Cost		0	2,528	2,528
Amortization of:				
Transition Obligation		0	555	555
Prior Service Cost		0	0	0
Gains and Losses		0	1,031	1,031
Total Net Periodic Expense		\$0	\$4,932	\$4,932
<u>Projected Pay-As-You-Go Cost</u>		\$0	\$1,713	\$1,713

Notes:

1. Discount rate equals 7.25% per annum.
2. Unrecognized losses in excess of the 10% corridor are amortized over 18.9 years.

TABLE A-10
 ROCHESTER TELEPHONE CORPORATION
 POSTRETIREMENT NONPENSION BENEFITS VALUATION
 AS OF JANUARY 1, 1994
 (Numbers may not add due to rounding)

GROUP: DEPUE

	<u>Lives</u>	<u>Health Insurance</u>	<u>Life Insurance</u>	<u>Grand Total</u>
<u>Reconciliation of Funded Status @ 12/31/93</u>				
Accumulated Postretirement Benefit Obligation (APBO)				
Retirees	3	(\$178,600)	(\$59,346)	(\$237,946)
Actives Fully Eligible to Retire	0	0	0	0
All Others	0	0	0	0
Total APBO		<u>(\$178,600)</u>	<u>(\$59,346)</u>	<u>(\$237,946)</u>
Plan Assets at Fair Value		0	0	0
Funded Status		<u>(\$178,600)</u>	<u>(\$59,346)</u>	<u>(\$237,946)</u>
Unrecognized Transition Obligation		213,274	0	213,274
Unrecognized Net Prior Service Cost		0	(5,468)	(5,468)
Unrecognized Net (Gain)/Loss		(49,209)	53,714	4,505
Unrecognized Special Termination Benefit		0	0	0
(Accrued)/Prepaid Postretirement Benefit Cost		<u>(\$14,535)</u>	<u>(\$11,100)</u>	<u>(\$25,635)</u>
<u>Periodic Postretirement Benefit cost for 1994</u>				
Service Cost		\$0	\$0	\$0
Interest Cost		12,531	4,218	16,749
Amortization of:				
Transition Obligation		10,664	0	10,664
Prior Service Cost		0	(278)	(278)
Gains and Losses		(1,591)	2,425	834
Total Net Periodic Expense		<u>\$21,603</u>	<u>\$6,366</u>	<u>\$27,969</u>
<u>Projected Pay-As-You-Go Cost</u>		\$11,721	\$2,369	\$14,090

- Notes:
1. Discount rate equals 7.25% per annum.
 2. Remaining negative prior service cost, after acceleration of unrecognized transition obligation, is amortized over 19.7 years from January 1, 1994. Unrecognized gains and losses in excess of the 10% corridor are amortized over 19.7 years from January 1, 1994.

TABLE A-11
 ROCHESTER TELEPHONE CORPORATION
 POSTRETIREMENT NONPENSION BENEFITS VALUATION
 AS OF JANUARY 1, 1994
 (Numbers may not add due to rounding)

GROUP: **ENTERPRISE**

	<u>Lives</u>	<u>Telephone Discount</u>	<u>Life Insurance</u>	<u>Grand Total</u>
<u>Reconciliation of Funded Status @ 12/31/93</u>				
Accumulated Postretirement Benefit Obligation (APBO)				
Retirees	4	(\$5,743)	\$0	(\$5,743)
Actives Fully Eligible to Retire	7	(4,870)	0	(4,870)
All Others	80	(16,752)	0	(16,752)
Total APBO		(\$27,365)	\$0	(\$27,365)
Plan Assets at Fair Value		0	0	0
Funded Status		(\$27,365)	\$0	(\$27,365)
Unrecognized Transition Obligation		29,751	0	29,751
Unrecognized Net Prior Service Cost		0	0	0
Unrecognized Net (Gain)/Loss		(6,607)	0	(6,607)
Unrecognized Special Termination Benefit		0	0	0
(Accrued)/Prepaid Postretirement Benefit Cost		(\$4,221)	\$0	(\$4,221)
<u>Periodic Postretirement Benefit cost for 1994</u>				
Service Cost		\$1,319	\$0	\$1,319
Interest Cost		1,957	0	1,957
Amortization of:				
Transition Obligation		1,566	0	1,566
Prior Service Cost		0	0	0
Gains and Losses		(221)	0	(221)
Total Net Periodic Expense		\$4,621	\$0	\$4,621
<u>Projected Pay-As-You-Go Cost</u>		\$751	\$0	\$751

- Notes:
1. Discount rate equals 7.25% per annum.
 2. Unrecognized gains excess of the 10% corridor are amortized over 17.5 years.

TABLE A-12
 ROCHESTER TELEPHONE CORPORATION
 POSTRETIREMENT NONPENSION BENEFITS VALUATION
 AS OF JANUARY 1, 1994
 (Numbers may not add due to rounding)

GROUP: FAIRMOUNT

	<u>Lives</u>	<u>Health Insurance</u>	<u>Life Insurance</u>	<u>Grand Total</u>
<u>Reconciliation of Funded Status @ 12/31/93</u>				
Accumulated Postretirement Benefit Obligation (APBO)				
Retirees	3	(\$160,373)	\$0	(\$160,373)
Actives Fully Eligible to Retire	0	0	0	0
All Others	0	0	0	0
Total APBO		(\$160,373)	\$0	(\$160,373)
Plan Assets at Fair Value		0	0	0
Funded Status		(\$160,373)	\$0	(\$160,373)
Unrecognized Transition Obligation		12,981	0	12,981
Unrecognized Net Prior Service Cost		125,374	0	125,374
Unrecognized Net (Gain)/Loss		21,705	0	21,705
Unrecognized Special Termination Benefit		0	0	0
(Accrued)/Prepaid Postretirement Benefit Cost		(\$313)	\$0	(\$313)
<u>Periodic Postretirement Benefit cost for 1994</u>				
Service Cost		\$0	\$0	\$0
Interest Cost		11,250	0	11,250
Amortization of:				
Transition Obligation		683	0	683
Prior Service Cost		8,089	0	8,089
Gains and Losses		366	0	366
Total Net Periodic Expense		\$20,387	\$0	\$20,387
<u>Projected Pay-As-You-Go Cost</u>		\$10,589	\$0	\$10,589

- Notes:
1. Discount rate equals 7.25% per annum.
 2. Prior service cost is amortized over 15.5 years. Unrecognized losses in excess of the 10% corridor are amortized over 15.5 years.

TABLE A-13
ROCHESTER TELEPHONE CORPORATION
POSTRETIREMENT NONPENSION BENEFITS VALUATION
AS OF JANUARY 1, 1994
(Numbers may not add due to rounding)

GROUP: **HIGHLAND**

	<u>Lives</u>	<u>Health Insurance -and- Telephone Discount</u>	<u>Life Insurance</u>	<u>Grand Total</u>
<u>Reconciliation of Funded Status @ 12/31/93</u>				
Accumulated Postretirement Benefit Obligation (APBO)				
Retirees	117	(\$6,996,328)	(\$1,633,735)	(\$8,630,063)
Actives Fully Eligible to Retire	20	(1,320,689)	(195,447)	(1,516,136)
All Others	200	(4,214,527)	(565,638)	(4,780,165)
Total APBO		(\$12,531,544)	(\$2,394,820)	(\$14,926,364)
Plan Assets at Fair Value		0	0	0
Funded Status		(\$12,531,544)	(\$2,394,820)	(\$14,926,364)
Unrecognized Transition Obligation		9,005,871	1,698,187	10,704,058
Unrecognized Net Prior Service Cost		0	0	0
Unrecognized Net (Gain)/Loss		2,160,410	510,675	2,671,085
Unrecognized Special Termination Benefit		0	0	0
(Accrued)/Prepaid Postretirement Benefit Cost		(\$1,365,263)	(\$185,958)	(\$1,551,221)
<u>Periodic Postretirement Benefit cost for 1994</u>				
Service Cost		\$349,760	\$52,728	\$402,489
Interest Cost		894,979	169,255	1,064,233
Amortization of:				
Transition Obligation		473,993	89,378	563,371
Prior Service Cost		0	0	0
Gains and Losses		176,285	39,184	215,469
Total Net Periodic Expense		\$1,895,017	\$350,545	\$2,245,562
<u>Projected Pay-As-You-Go Cost</u>		\$380,677	\$122,695	\$503,372

- Notes:
1. Discount rate equals 7.25% per annum.
 2. Unrecognized losses up to the 10% corridor are amortized over 10 years. Unrecognized losses in excess of the 10% corridor are amortized over 17.8 years.

TABLE A-14
 ROCHESTER TELEPHONE CORPORATION
 POSTRETIREMENT NONPENSION BENEFITS VALUATION
 AS OF JANUARY 1, 1994
 (Numbers may not add due to rounding)

GROUP: ILLINOIS TELCO GROUP

	<u>Lives</u>	<u>Health Insurance</u>	<u>Life Insurance</u>	<u>Grand Total</u>
<u>Reconciliation of Funded Status @ 12/31/93</u>				
Accumulated Postretirement Benefit Obligation (APBO)				
Retirees	5	(\$303,127)	\$0	(\$303,127)
Actives Fully Eligible to Retire	0	0	0	0
All Others	0	0	0	0
Total APBO		(\$303,127)	\$0	(\$303,127)
Plan Assets at Fair Value		0	0	0
Funded Status		(\$303,127)	\$0	(\$303,127)
Unrecognized Transition Obligation		185,278	0	185,278
Unrecognized Net Prior Service Cost		0	0	0
Unrecognized Net (Gain)/Loss		39,264	0	39,264
Unrecognized Special Termination Benefit		53,233	0	53,233
(Accrued)/Prepaid Postretirement Benefit Cost		(\$25,353)	\$0	(\$25,353)
<u>Periodic Postretirement Benefit cost for 1994</u>				
Service Cost		\$0	\$0	\$0
Interest Cost		21,245	0	21,245
Amortization of:				
Transition Obligation		9,751	0	9,751
Prior Service Cost		0	0	0
Gains and Losses		589	0	589
Total Net Periodic Expense		\$31,586	\$0	\$31,586
Recognition of Special Termination Benefit		53,233	0	53,233
Total Expense		\$84,819	\$0	\$84,819
<u>Projected Pay-As-You-Go Cost</u>		\$20,538	\$0	\$20,538

Notes:

1. Discount rate equals 7.25% per annum.
2. Unrecognized losses in excess of the 10% corridor are amortized over 15.2 years.

TABLE A-15
 ROCHESTER TELEPHONE CORPORATION
 POSTRETIREMENT NONPENSION BENEFITS VALUATION
 AS OF JANUARY 1, 1994
 (Numbers may not add due to rounding)

GROUP: LAKESHORE

	<u>Lives</u>	<u>Health Insurance -and- Telephone Discount</u>	<u>Life Insurance (prior to settlement)</u>	<u>Grand Total</u>
<u>Reconciliation of Funded Status @ 12/31/93</u>				
Accumulated Postretirement Benefit Obligation (APBO)				
Retirees	2	(\$112,320)	(\$76,537)	(\$188,857)
Actives Fully Eligible to Retire	0	0	0	0
All Others	0	0	0	0
Total APBO		(\$112,320)	(\$76,537)	(\$188,857)
Plan Assets at Fair Value		0	0	0
Funded Status		(\$112,320)	(\$76,537)	(\$188,857)
Unrecognized Transition Obligation		159,310	79,095	238,405
Unrecognized Net Prior Service Cost		0	0	0
Unrecognized Net (Gain)/Loss		(63,702)	(9,916)	(73,618)
Unrecognized Special Termination Benefit		0	0	0
(Accrued)/Prepaid Postretirement Benefit Cost		(\$16,712)	(\$7,358)	(\$24,070)
<u>Net Periodic Postretirement Benefit cost for 1994</u>				
Service Cost		\$0	\$0	\$0
Interest Cost		8,006	0	8,006
Amortization of:				
Transition Obligation		7,965	0	7,965
Prior Service Cost		0	0	0
Gains and Losses		(2,691)	0	(2,691)
Total Net Periodic Expense		\$13,281	\$0	\$13,281
Recognition of Special Termination Benefit		0	(See note 3)	0
Total Expense		\$13,281	\$0	\$13,281
<u>Projected Pay-As-You-Go Cost</u>		\$3,839	\$0	\$3,839

Notes:

1. Discount rate equals 7.25% per annum.
2. Unrecognized gains in excess of the 10% corridor are amortized over 19.5 years.
3. The life insurance benefits were settled by a lump sum pay-out. A settlement gain/(loss) must be calculated based on the lump sum amount.

TABLE A-16
 ROCHESTER TELEPHONE CORPORATION
 POSTRETIREMENT NONPENSION BENEFITS VALUATION
 AS OF JANUARY 1, 1994
 (Numbers may not add due to rounding)

GROUP: MID-SOUTH

	<u>Lives</u>	<u>Health Insurance</u>	<u>Life Insurance</u>	<u>Grand Total</u>
<u>Reconciliation of Funded Status @ 12/31/93</u>				
Accumulated Postretirement Benefit Obligation (APBO)				
Retirees	1	(\$2,834)	\$0	(\$2,834)
Actives Fully Eligible to Retire	0	0	0	0
All Others	0	0	0	0
Total APBO		(\$2,834)	\$0	(\$2,834)
Plan Assets at Fair Value		0	0	0
Funded Status		(\$2,834)	\$0	(\$2,834)
Unrecognized Transition Obligation		3,025	0	3,025
Unrecognized Net Prior Service Cost		0	0	0
Unrecognized Net (Gain)/Loss		(191)	0	(191)
Unrecognized Special Termination Benefit		0	0	0
(Accrued)/Prepaid Postretirement Benefit Cost		\$0	\$0	\$0
<u>Periodic Postretirement Benefit cost for 1994</u>				
Service Cost		\$0	\$0	\$0
Interest Cost		154	0	154
Amortization of:				
Transition Obligation		1,289	0	1,289
Prior Service Cost		0	0	0
Gains and Losses		0	0	0
Total Net Periodic Expense		\$1,443	\$0	\$1,443
<u>Projected Pay-As-You-Go Cost</u>		\$1,443	\$0	\$1,443

- Notes:
1. Discount rate equals 7.25% per annum.
 2. Special termination benefit was granted to 1 retiree.

TABLE A-17
 ROCHESTER TELEPHONE CORPORATION
 POSTRETIREMENT NONPENSION BENEFITS VALUATION
 AS OF JANUARY 1, 1994
 (Numbers may not add due to rounding)

GROUP: MINOT

	<u>Lives</u>	<u>Health Insurance</u>	<u>Life Insurance</u>	<u>Grand Total</u>
<u>Reconciliation of Funded Status @ 12/31/93</u>				
Accumulated Postretirement Benefit Obligation (APBO)				
Retirees	0	\$0	\$0	\$0
Actives Fully Eligible to Retire	0	0	0	0
All Others	0	0	0	0
Total APBO		<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Plan Assets at Fair Value		<u>0</u>	<u>0</u>	<u>0</u>
Funded Status		<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
Unrecognized Transition Obligation		0	0	0
Unrecognized Net Prior Service Cost		0	0	0
Unrecognized Net (Gain)/Loss		0	0	0
Unrecognized Special Termination Benefit		0	0	0
(Accrued)/Prepaid Postretirement Benefit Cost		<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Periodic Postretirement Benefit cost for 1994</u>				
Service Cost		\$0	\$0	\$0
Interest Cost		0	0	0
Amortization of:				
Transition Obligation		0	0	0
Prior Service Cost		0	0	0
Gains and Losses		0	0	0
Total Net Periodic Expense		<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<u>Projected Pay-As-You-Go Cost</u>		<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

- Notes:
1. Discount rate equals 7.25% per annum.
 2. The valuation assumes that no liability was kept for Minot due to sale and the elimination of any book reserve was recognized as part of the sale transaction.

TABLE A – 18
 ROCHESTER TELEPHONE CORPORATION
 POSTRETIREMENT NONPENSION BENEFITS VALUATION
 AS OF JANUARY 1, 1994
 (Numbers may not add due to rounding)

GROUP: MONDOVI

	<u>Lives</u>	<u>Health Insurance</u>	<u>Life Insurance</u>	<u>Grand Total</u>
<u>Reconciliation of Funded Status @ 12/31/93</u>				
Accumulated Postretirement Benefit Obligation (APBO)				
Retirees	3	(\$122,127)	\$0	(\$122,127)
Actives Fully Eligible to Retire	0	0	0	0
All Others	8	(154,991)	0	(154,991)
Total APBO		(\$277,118)	\$0	(\$277,118)
Plan Assets at Fair Value		0	0	0
Funded Status		(\$277,118)	\$0	(\$277,118)
Unrecognized Transition Obligation		235,836	0	235,836
Unrecognized Net Prior Service Cost		0	0	0
Unrecognized Net (Gain)/Loss		4,080	0	4,080
Unrecognized Special Termination Benefit		0	0	0
(Accrued)/Prepaid Postretirement Benefit Cost		(\$37,202)	\$0	(\$37,202)
<u>Periodic Postretirement Benefit cost for 1994</u>				
Service Cost		\$10,448	\$0	\$10,448
Interest Cost		19,839	0	19,839
Amortization of:				
Transition Obligation		12,412	0	12,412
Prior Service Cost		0	0	0
Gains and Losses		0	0	0
Total Net Periodic Expense		\$42,700	\$0	\$42,700
<u>Projected Pay-As-You-Go Cost</u>		\$7,064	\$0	\$7,064

Notes: 1. Discount rate equals 7.25% per annum.

TABLE A-19
ROCHESTER TELEPHONE CORPORATION
POSTRETIREMENT NONPENSION BENEFITS VALUATION
AS OF JANUARY 1, 1994
(Numbers may not add due to rounding)

GROUP: **MONROEVILLE**

	<u>Lives</u>	<u>Health Insurance</u>	<u>Life Insurance</u>	<u>Grand Total</u>
<u>Reconciliation of Funded Status @ 12/31/93</u>				
Accumulated Postretirement Benefit Obligation (APBO)				
Retirees	6	(\$200,149)	\$0	(\$200,149)
Actives Fully Eligible to Retire	0	0	0	0
All Others	0	0	0	0
Total APBO		(\$200,149)	\$0	(\$200,149)
Plan Assets at Fair Value		0	0	0
Funded Status		(\$200,149)	\$0	(\$200,149)
Unrecognized Transition Obligation		44,359	0	44,359
Unrecognized Net Prior Service Cost		0	0	0
Unrecognized Net (Gain)/Loss		52,431	0	52,431
Unrecognized Special Termination Benefit		103,359	0	103,359
(Accrued)/Prepaid Postretirement Benefit Cost		\$0	\$0	\$0
<u>Periodic Postretirement Benefit cost for 1994</u>				
Service Cost		\$0	\$0	\$0
Interest Cost		13,499	0	13,499
Amortization of:				
Transition Obligation		2,112	0	2,112
Prior Service Cost		0	0	0
Gains and Losses		5,228	0	5,228
Total Net Periodic Expense		\$20,840	\$0	\$20,840
Recognition of Special Termination Benefit		103,359	0	103,359
Total Expense		\$124,199	\$0	\$124,199
<u>Projected Pay-As-You-Go Cost</u>		\$28,414	\$0	\$28,414

- Notes:
1. Discount rate equals 7.25% per annum.
 2. Unrecognized losses in excess of the 10% corridor are amortized over 6.2 years.
 3. Special termination benefits are for 2 retirees.

TABLE A-20
 ROCHESTER TELEPHONE CORPORATION
 POSTRETIREMENT NONPENSION BENEFITS VALUATION
 AS OF JANUARY 1, 1994
 (Numbers may not add due to rounding)

GROUP: MT. PULASKI

	<u>Lives</u>	<u>Health Insurance</u>	<u>Life Insurance</u>	<u>Grand Total</u>
<u>Reconciliation of Funded Status @ 12/31/93</u>				
Accumulated Postretirement Benefit Obligation (APBO)				
Retirees	6	(\$218,126)	\$0	(\$218,126)
Actives Fully Eligible to Retire	0	0	0	0
All Others	7	(39,509)	0	(39,509)
Total APBO		(\$257,635)	\$0	(\$257,635)
Plan Assets at Fair Value		0	0	0
Funded Status		(\$257,635)	\$0	(\$257,635)
Unrecognized Transition Obligation		151,132	0	151,132
Unrecognized Net Prior Service Cost		0	0	0
Unrecognized Net (Gain)/Loss		89,443	0	89,443
Unrecognized Special Termination Benefit		0	0	0
(Accrued)/Prepaid Postretirement Benefit Cost		(\$17,060)	\$0	(\$17,060)
<u>Periodic Postretirement Benefit cost for 1994</u>				
Service Cost		\$4,951	\$0	\$4,951
Interest Cost		18,136	0	18,136
Amortization of:				
Transition Obligation		7,197	0	7,197
Prior Service Cost		0	0	0
Gains and Losses		2,843	0	2,843
Total Net Periodic Expense		\$33,127	\$0	\$33,127
<u>Projected Pay-As-You-Go Cost</u>		\$15,233	\$0	\$15,233

- Notes:
1. Discount rate equals 7.25% per annum.
 2. Unrecognized losses in excess of the 10% corridor are amortized over 22.4 years.
 3. Assumes "1993 cost-sharing" applies to medical insurance benefits.

TABLE A-21
 ROCHESTER TELEPHONE CORPORATION
 POSTRETIREMENT NONPENSION BENEFITS VALUATION
 AS OF JANUARY 1, 1994
 (Numbers may not add due to rounding)

GROUP: **ONTONAGON**

	<u>Lives</u>	<u>Health Insurance -and- Telephone Discount</u>	<u>Life Insurance</u>	<u>Grand Total</u>
<u>Reconciliation of Funded Status @ 12/31/93</u>				
Accumulated Postretirement Benefit Obligation (APBO)				
Retirees	1	(\$51,829)	\$0	(\$51,829)
Actives Fully Eligible to Retire	4	(81,471)	0	(81,471)
All Others	11	(17,833)	0	(17,833)
Total APBO		(\$151,133)	\$0	(\$151,133)
Plan Assets at Fair Value		0	0	0
Funded Status		(\$151,133)	\$0	(\$151,133)
Unrecognized Transition Obligation		116,619	0	116,619
Unrecognized Net Prior Service Cost		0	0	0
Unrecognized Net (Gain)/Loss		(33,341)	0	(33,341)
Unrecognized Special Termination Benefit		51,829	0	51,829
(Accrued)/Prepaid Postretirement Benefit Cost		(\$16,026)	\$0	(\$16,026)
<u>Periodic Postretirement Benefit cost for 1994</u>				
Service Cost		\$1,178	\$0	\$1,178
Interest Cost		10,830	0	10,830
Amortization of:				
Transition Obligation		6,138	0	6,138
Prior Service Cost		0	0	0
Gains and Losses		(1,146)	0	(1,146)
Total Net Periodic Expense		\$16,999	\$0	\$16,999
Recognition of Special Termination Benefit		51,829	0	51,829
Total Expense		\$68,828	\$0	\$68,828
<u>Projected Pay-As-You-Go Cost</u>		\$3,580	\$0	\$3,580

- Notes:
1. Discount rate equals 7.25% per annum.
 2. Unrecognized gains in excess of the 10% corridor are amortized over 15.9 years.

TABLE A-22
 ROCHESTER TELEPHONE CORPORATION
 POSTRETIREMENT NONPENSION BENEFITS VALUATION
 AS OF JANUARY 1, 1994
 (Numbers may not add due to rounding)

GROUP: ORION

	<u>Lives</u>	<u>Health Insurance</u>	<u>Life Insurance</u>	<u>Grand Total</u>
<u>Reconciliation of Funded Status @ 12/31/93</u>				
Accumulated Postretirement Benefit Obligation (APBO)				
Retirees	1	(\$94,285)	\$0	(\$94,285)
Actives Fully Eligible to Retire	0	0	0	0
All Others	0	0	0	0
Total APBO		(\$94,285)	\$0	(\$94,285)
Plan Assets at Fair Value		0	0	0
Funded Status		(\$94,285)	\$0	(\$94,285)
Unrecognized Transition Obligation		73,923	0	73,923
Unrecognized Net Prior Service Cost		0	0	0
Unrecognized Net (Gain)/Loss		16,352	0	16,352
Unrecognized Special Termination Benefit		0	0	0
(Accrued)/Prepaid Postretirement Benefit Cost		(\$4,010)	\$0	(\$4,010)
<u>Periodic Postretirement Benefit cost for 1994</u>				
Service Cost		\$0	\$0	\$0
Interest Cost		6,648	0	6,648
Amortization of:				
Transition Obligation		3,891	0	3,891
Prior Service Cost		0	0	0
Gains and Losses		387	0	387
Total Net Periodic Expense		\$10,925	\$0	\$10,925
<u>Projected Pay-As-You-Go Cost</u>		\$5,283	\$0	\$5,283

Notes:

1. Discount rate equals 7.25% per annum.
2. Unrecognized losses in excess of the 10% corridor are amortized over 17.9 years.

TABLE A-23
 ROCHESTER TELEPHONE CORPORATION
 POSTRETIREMENT NONPENSION BENEFITS VALUATION
 AS OF JANUARY 1, 1994
 (Numbers may not add due to rounding)

GROUP: **OSWAYO**

	<u>Lives</u>	<u>Health Insurance -and- Telephone Discount</u>	<u>Life Insurance</u>	<u>Grand Total</u>
<u>Reconciliation of Funded Status @ 12/31/93</u>				
Accumulated Postretirement Benefit Obligation (APBO)				
Retirees	3	(\$203,941)	(\$2,192)	(\$206,133)
Actives Fully Eligible to Retire	0	0	0	0
All Others	0	0	0	0
Total APBO		(\$203,941)	(\$2,192)	(\$206,133)
Plan Assets at Fair Value		0	0	0
Funded Status		(\$203,941)	(\$2,192)	(\$206,133)
Unrecognized Transition Obligation		117,825	1,834	119,658
Unrecognized Net Prior Service Cost		0	0	0
Unrecognized Net (Gain)/Loss		80,223	258	80,481
Unrecognized Special Termination Benefit		0	0	0
(Accrued)/Prepaid Postretirement Benefit Cost		(\$5,893)	(\$101)	(\$5,994)
<u>Periodic Postretirement Benefit cost for 1994</u>				
Service Cost		\$0	\$0	\$0
Interest Cost		14,300	153	14,453
Amortization of:				
Transition Obligation		6,201	97	6,298
Prior Service Cost		0	0	0
Gains and Losses		3,458	3	3,462
Total Net Periodic Expense		\$23,960	\$253	\$24,212
<u>Projected Pay-As-You-Go Cost</u>		\$13,640	\$168	\$13,808

- Notes:
1. Discount rate equals 7.25% per annum.
 2. Unrecognized losses in excess of the 10% corridor are amortized over 17.3 years for health care benefits and 11.6 years for life insurance.

TABLE A-24
 ROCHESTER TELEPHONE CORPORATION
 POSTRETIREMENT NONPENSION BENEFITS VALUATION
 AS OF JANUARY 1, 1994
 (All Amounts in Thousands)

GROUP: SCHUYLER

	<u>Lives</u>	<u>Health Insurance - and - Telephone Discount</u>	<u>Life Insurance</u>	<u>Grand Total</u>
<u>Reconciliation of Funded Status @ 12/31/93</u>				
Accumulated Postretirement Benefit Obligation (APBO)				
Retirees	6	(\$389,199)	\$0	(\$389,199)
Actives Fully Eligible to Retire	0	0	0	0
All Others	9	(176,891)	0	(176,891)
Total APBO		(\$566,090)	\$0	(\$566,090)
Plan Assets at Fair Value		0	0	0
Funded Status		(\$566,090)	\$0	(\$566,090)
Unrecognized Transition Obligation		443,709	0	443,709
Unrecognized Net Prior Service Cost		63,393	0	63,393
Unrecognized Net (Gain)/Loss		5,108	0	5,108
Unrecognized Special Termination Benefit		0	0	0
(Accrued)/Prepaid Postretirement Benefit Cost		(\$53,880)	\$0	(\$53,880)
<u>Periodic Postretirement Benefit cost for 1994</u>				
Service Cost		\$10,358	\$0	\$10,358
Interest Cost		40,225	0	40,225
Amortization of:				
Transition Obligation		23,353	0	23,353
Prior Service Cost		3,664	0	3,664
Gains and Losses		0	0	0
Total Net Periodic Expense		\$77,601	\$0	\$77,601
<u>Projected Pay-As-You-Go Cost</u>		\$22,924	\$0	\$22,924

- Notes:
1. Discount rate equals 7.25% per annum.
 2. Prior service cost is amortized over 17.3 years from 1/1/94.

TABLE A-25
 ROCHESTER TELEPHONE CORPORATION
 POSTRETIREMENT NONPENSION BENEFITS VALUATION
 AS OF JANUARY 1, 1994
 (Numbers may not add due to rounding)

GROUP: **SENECA GORHAM**

	<u>Lives</u>	<u>Health Insurance -and- Telephone Discount</u>	<u>Life Insurance</u>	<u>Grand Total</u>
<u>Reconciliation of Funded Status @ 12/31/93</u>				
Accumulated Postretirement Benefit Obligation (APBO)				
Retirees	10	(\$409,489)	\$0	(\$409,489)
Actives Fully Eligible to Retire	3	(76,617)	0	(76,617)
All Others	6	(51,800)	0	(51,800)
Total APBO		(\$537,906)	\$0	(\$537,906)
Plan Assets at Fair Value		0	0	0
Funded Status		(\$537,906)	\$0	(\$537,906)
Unrecognized Transition Obligation		392,634	0	392,634
Unrecognized Net Prior Service Cost		77,621	0	77,621
Unrecognized Net (Gain)/Loss		(18,726)	0	(18,726)
Unrecognized Special Termination Benefit		9,647	0	9,647
(Accrued)/Prepaid Postretirement Benefit Cost		(\$76,730)	\$0	(\$76,730)
<u>Periodic Postretirement Benefit cost for 1994</u>				
Service Cost		\$4,665	\$0	\$4,665
Interest Cost		38,284	0	38,284
Amortization of:				
Transition Obligation		20,665	0	20,665
Prior Service Cost		5,544	0	5,544
Gains and Losses		(1,873)	0	(1,873)
Total Net Periodic Expense		\$67,286	\$0	\$67,286
Recognition of Special Termination Benefit		9,647	0	9,647
Total Expense		\$76,933	\$0	\$76,933
<u>Projected Pay-As-You-Go Cost</u>		\$20,050	\$0	\$20,050

- Notes:
1. Discount rate equals 7.25% per annum.
 2. Special termination benefits granted to 1 employee.
 3. Prior service cost amortized over 14 years from 1/1/94. Unrecognized gains up to the 10% corridor are amortized over 10 years from date of establishment.

TABLE A – 26
 ROCHESTER TELEPHONE CORPORATION
 POSTRETIREMENT NONPENSION BENEFITS VALUATION
 AS OF JANUARY 1, 1994
 (Numbers may not add due to rounding)

GROUP: **SOUTHLAND**

	<u>Lives</u>	<u>Health Insurance</u>	<u>Life Insurance</u>	<u>Grand Total</u>
<u>Reconciliation of Funded Status @ 12/31/93</u>				
Accumulated Postretirement Benefit Obligation (APBO)				
Retirees	19	(\$688,259)	(\$53,703)	(\$741,962)
Actives Fully Eligible to Retire	0	0	0	0
All Others	0	0	0	0
Total APBO		(\$688,259)	(\$53,703)	(\$741,962)
Plan Assets at Fair Value		0	0	0
Funded Status		(\$688,259)	(\$53,703)	(\$741,962)
Unrecognized Transition Obligation		516,320	45,081	561,401
Unrecognized Net Prior Service Cost		0	0	0
Unrecognized Net (Gain)/Loss		72,644	6,032	78,676
Unrecognized Special Termination Benefit		0	0	0
(Accrued)/Prepaid Postretirement Benefit Cost		(\$99,295)	(\$2,590)	(\$101,885)
<u>Periodic Postretirement Benefit cost for 1994</u>				
Service Cost		\$0	\$0	\$0
Interest Cost		48,479	3,798	52,277
Amortization of:				
Transition Obligation		27,175	2,373	29,547
Prior Service Cost		0	0	0
Gains and Losses		205	37	242
Total Net Periodic Expense		\$75,859	\$6,208	\$82,067
<u>Projected Pay-As-You-Go Cost</u>		\$39,861	\$2,682	\$42,543

- Notes:
1. Discount rate equals 7.25% per annum.
 2. Unrecognized losses in excess of the 10% corridor are amortized over 18.6 years for medical benefits and 17.9 years for life insurance.

TABLE A-27
 ROCHESTER TELEPHONE CORPORATION
 POSTRETIREMENT NONPENSION BENEFITS VALUATION
 AS OF JANUARY 1, 1994
 (Numbers may not add due to rounding)

GROUP: SYLVAN LAKE – MANAGEMENT

	<u>Lives</u>	<u>Health Insurance –and– Telephone Discount</u>	<u>Life Insurance</u>	<u>Grand Total</u>
<u>Reconciliation of Funded Status @ 12/31/93</u>				
Accumulated Postretirement Benefit Obligation (APBO)				
Retirees	2	(\$209,330)	(\$32,862)	(\$242,192)
Actives Fully Eligible to Retire	0	0	0	0
All Others	3	(75,959)	(23,185)	(99,144)
Total APBO		(\$285,289)	(\$56,047)	(\$341,336)
Plan Assets at Fair Value		0	0	0
Funded Status		(\$285,289)	(\$56,047)	(\$341,336)
Unrecognized Transition Obligation		152,766	72,186	224,951
Unrecognized Net Prior Service Cost		0	0	0
Unrecognized Net (Gain)/Loss		110,039	(23,761)	86,278
Unrecognized Special Termination Benefit		0	0	0
(Accrued)/Prepaid Postretirement Benefit Cost		(\$22,484)	(\$7,622)	(\$30,107)
<u>Periodic Postretirement Benefit cost for 1994</u>				
Service Cost		\$4,418	\$1,366	\$5,784
Interest Cost		20,367	4,005	24,373
Amortization of:				
Transition Obligation		8,040	3,799	11,840
Prior Service Cost		0	0	0
Gains and Losses		8,717	(1,867)	6,850
Total Net Periodic Expense		\$41,542	\$7,304	\$48,847
<u>Projected Pay-As-You-Go Cost</u>		\$8,877	\$1,626	\$10,503

- Notes:
1. Discount rate equals 7.25% per annum.
 2. Unrecognized gains and losses up to the 10% corridor are amortized over 10 years. Unrecognized gains and losses in excess of the 10% corridor are amortized over 13.9 years.

TABLE A-28
 ROCHESTER TELEPHONE CORPORATION
 POSTRETIREMENT NONPENSION BENEFITS VALUATION
 AS OF JANUARY 1, 1994
 (Numbers may not add due to rounding)

GROUP: SYLVAN LAKE – NON-MANAGEMENT

	<u>Lives</u>	<u>Health Insurance – and – Telephone Discount</u>	<u>Life Insurance</u>	<u>Grand Total</u>
<u>Reconciliation of Funded Status @ 12/31/93</u>				
Accumulated Postretirement Benefit Obligation (APBO)				
Retirees	0	\$0	\$0	\$0
Actives Fully Eligible to Retire	3	(174,554)	0	(174,554)
All Others	12	(195,981)	0	(195,981)
Total APBO		<u>(\$370,535)</u>	<u>\$0</u>	<u>(\$370,535)</u>
Plan Assets at Fair Value		0	0	0
Funded Status		<u>(\$370,535)</u>	<u>\$0</u>	<u>(\$370,535)</u>
Unrecognized Transition Obligation		282,824	0	282,824
Unrecognized Net Prior Service Cost		0	0	0
Unrecognized Net (Gain)/Loss		36,238	0	36,238
Unrecognized Special Termination Benefit		0	0	0
(Accrued)/Prepaid Postretirement Benefit Cost		<u>(\$51,473)</u>	<u>\$0</u>	<u>(\$51,473)</u>
<u>Periodic Postretirement Benefit cost for 1994</u>				
Service Cost		\$14,056	\$0	\$14,056
Interest Cost		26,848	0	26,848
Amortization of:				
Transition Obligation		14,885	0	14,885
Prior Service Cost		0	0	0
Gains and Losses		3,624	0	3,624
Total Net Periodic Expense		<u>\$59,413</u>	<u>\$0</u>	<u>\$59,413</u>
<u>Projected Pay-As-You-Go Cost</u>		\$452	\$0	\$452

- Notes:
1. Discount rate equals 7.25% per annum.
 2. Unrecognized gains and losses up to the 10% corridor are amortized over 10 years.

TABLE A-29
 ROCHESTER TELEPHONE CORPORATION
 POSTRETIREMENT NONPENSION BENEFITS VALUATION
 AS OF JANUARY 1, 1994
 (Numbers may not add due to rounding)

GROUP: **THORNTOWN**

	<u>Lives</u>	<u>Health Insurance - and - Telephone Discount</u>	<u>Life Insurance</u>	<u>Grand Total</u>
<u>Reconciliation of Funded Status @ 12/31/93</u>				
Accumulated Postretirement Benefit Obligation (APBO)				
Retirees	4	(\$148,297)	\$0	(\$148,297)
Actives Fully Eligible to Retire	0	0	0	0
All Others	10	(110,471)	0	(110,471)
Total APBO		(\$258,768)	\$0	(\$258,768)
Plan Assets at Fair Value		0	0	0
Funded Status		(\$258,768)	\$0	(\$258,768)
Unrecognized Transition Obligation		261,544	0	261,544
Unrecognized Net Prior Service Cost		0	0	0
Unrecognized Net (Gain)/Loss		(45,079)	0	(45,079)
Unrecognized Special Termination Benefit		0	0	0
(Accrued)/Prepaid Postretirement Benefit Cost		(\$42,303)	\$0	(\$42,303)
<u>Periodic Postretirement Benefit cost for 1994</u>				
Service Cost		\$8,684	\$0	\$8,684
Interest Cost		18,384	0	18,384
Amortization of:				
Transition Obligation		13,077	0	13,077
Prior Service Cost		0	0	0
Gains and Losses		(865)	0	(865)
Total Net Periodic Expense		\$39,280	\$0	\$39,280
<u>Projected Pay-As-You-Go Cost</u>		\$10,589	\$0	\$10,589

- Notes:
1. Discount rate equals 7.25% per annum.
 2. Unrecognized gains in excess of the 10% corridor are amortized over 22.2 years.